

*The Alberta Municipal Financing Corporation*

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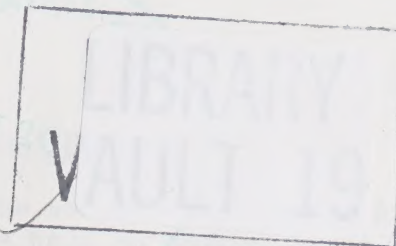
204 LEGISLATIVE BUILDING  
EDMONTON, ALBERTA

February 25, 1960

ALBERTA LEGISLATURE LIBRARY



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Dear Sir:

The following documents are attached for your information and direction:

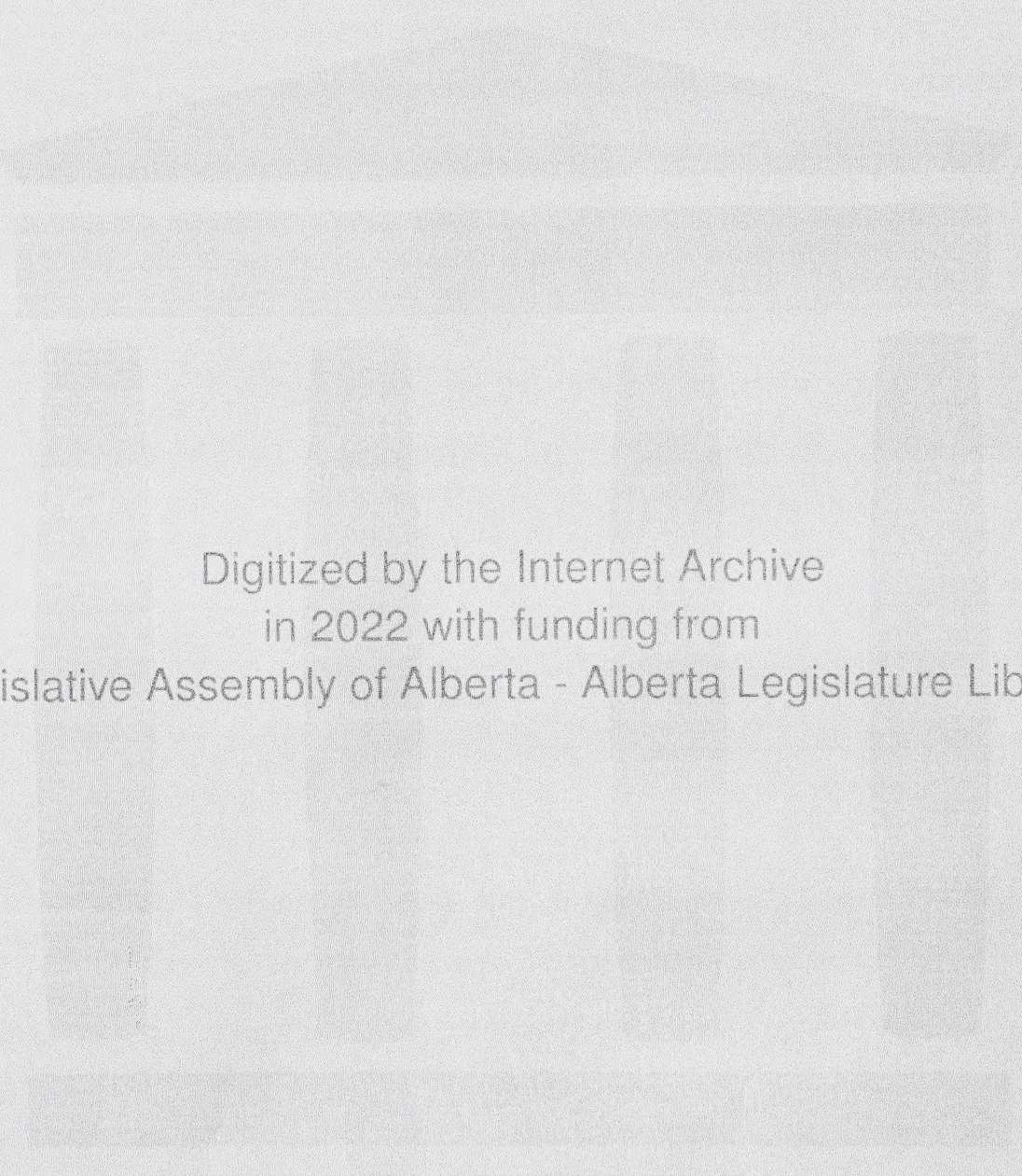
1. Notice of Annual Meeting
2. Information re: 1960 financing.
3. Financial statements for 1959.

Yours truly,

GENERAL MANAGER

1959





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# The Alberta Municipal Financing Corporation

TELEPHONE 293231

204 LEGISLATIVE BUILDING  
EDMONTON, ALBERTA

February 25, 1960

## Re: Annual Meeting

The annual meeting of the shareholders of the Alberta Municipal Financing Corporation will be held on Monday, April 11, 1960 at 10:00 a.m., in Room 328, Highways Building, Edmonton, Alberta.

### AGENDA FOR THE ANNUAL MEETING

1. Reading minutes of the last annual meeting.
2. Presentation and discussion of the financial statements of the Corporation for 1959.
3. Estimated borrowings requested by Municipalities for 1960.
4. Election of directors of the Corporation who are to be elected.
5. Any new business that may be introduced.

With respect to section 4 of the Agenda, the present elected directors namely:

C. P. Hayes - representing Class B shareholders - rural municipalities,  
school boards and  
hospital boards.

J. Hodgson- " Class C " - cities

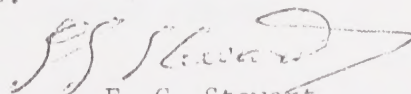
E.G. Miller - " Class D " - towns and villages;

should be re-elected by the class of shareholders whom they represent, or be succeeded by new directors duly elected by their respective class of shareholders. In this regard, I would draw your attention to the following:

"No person shall vote a Class B, C. or D share at any election of directors unless he has established his right to vote a Class B, C. or D share, for a director representing the Class of common shares that such person is voting.

A person may establish the right to vote such common share by filing with the secretary-treasurer of the Corporation a resolution of the council of the municipality, city, town, village, school board, or hospital board, holding such share appointing such person as its representative at the meetings of the Corporation".

I should receive from you not later than March 31, 1960, a copy of a resolution of your council appointing a person to represent at the annual meeting the class of common shares you hold, for the purpose of voting for the director who will represent your Class.



F. G. Stewart  
GENERAL MANAGER.



# *The Alberta Municipal Financing Corporation*

TELEPHONE 293231

204 LEGISLATIVE BUILDING  
EDMONTON, ALBERTA

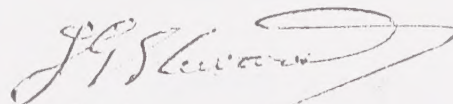
February 25, 1960

## Information re: 1960 Financing

In 1959 the Corporation sold \$70,000,000 debentures and the entire proceeds have been loaned to its shareholders. It is expected that the next sale of debentures will be in May after the Act has been amended to increase the amount of the provincial guarantee. According to estimates submitted by shareholders the Corporation would have to borrow \$65,000,000 this year. This is considerably higher than the amount that the Board considers should be borrowed. In order to reduce the borrowings, you are advised:


1. That the Board intends to adhere to the policy set out in the letter to you dated October 15, 1959.
2. In this letter it was stated that a municipality would be limited to loans totalling not more than \$40.00 per capita in that municipality. This amount does not include borrowings for schools and hospitals. Exceptions would be made only for borrowings for the purpose of initial installation of water and sewer projects.
3. That hospital loans would be confined to those buildings which are brought within the unit cost figures approved by the Department of Health.
4. That school loans would be for essential classrooms only.

As mentioned above, the Corporation's funds have all been loaned out and more will not be available until we sell our next debenture issue, probably in May. We have processed all completed applications on hand, and any incomplete or new applications will have to wait for our debenture sale before they can be considered.



F. G. Stewart  
GENERAL MANAGER.





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ALBERTA MUNICIPAL FINANCING CORPORATIONBALANCE SHEETAS AT DECEMBER 31, 1959ASSETS

Cash in bank		\$ 411,006.56
Accrued interest receivable		2,076,827.39
Investments:		
Government of Canada Treasury Bills due February 5, 1960	\$2,987,063.48	
Alberta Municipal Financing Corporation 4 3/4% debentures due May 15, 1984 at cost, (par value \$462,000.00)	<u>428,705.00</u>	
		3,415,768.48
Loans to municipalities, cities, towns and villages		99,286,766.23
Deferred charges:		
Unamortized debenture discount	\$1,918,941.02	
Unamortized exchange on United States funds	<u>2,755,412.70</u>	
		<u>4,674,353.72</u>
		<u>\$109,864,722.38</u>

LIABILITIES

Accrued interest payable		\$ 1,023,676.71
Debt:		
4% demand debenture issued July 2, 1957	\$30,000,000.00	
4% demand debenture issued September 3, 1957	5,000,000.00	
4 1/2% demand debenture issued October 7, 1957	800,000.00	
4 1/2% demand debenture issued December 2, 1957	2,400,000.00	
4 3/4% 25 year sinking fund debenture issued May 15, 1959	50,000,000.00	
5% 25 year sinking fund debenture issued December 15, 1959	<u>20,000,000.00</u>	
		108,200,000.00
Share capital:		
Authorized:		
3,000 class A Shares with a par value of \$10.00 each. Issue restricted to the Provincial Treasurer	\$ 30,000.00	
1,000 class B shares with a par value of \$10.00 each. Issue restricted to municipalities	10,000.00	
500 class C shares with a par value of \$10.00 each. Issue restricted to cities	5,000.00	
500 class D shares with a par value of \$10.00 each. Issue restricted to towns and villages	<u>5,000.00</u>	
<u>5,000</u>	<u>\$ 50,000.00</u>	
Carried forward		<u>\$109,223,676.71</u>





Brought forward

\$109,223,676

## \*Issued and fully paid:

3,000 class A shares	\$ 30,000.00
664 class B shares	6,640.00
419 class C shares	4,190.00
255 class D shares	<u>2,550.00</u>

43,380.00

Reserve for equalization of exchange on United  
States funds

58,632.81

## Surplus:

As at January 1, 1959 \$ 408,266.05

Add: Surplus for the year ended  
December 31, 1959

189,399.62

Deduct: Transferred to reserve

\$ 597,665.67  
58,632.81

539,032.86\$109,864,722.38

- \* 100 class B shares were issued during the year
- 9 class C shares were issued during the year
- 13 class D shares were issued during the year

This is the Balance Sheet referred to in my  
report addressed to the Shareholders dated  
February 9, 1960.

*C. H. Zink* F. C. A.  
Provincial Auditor.





ALBERTA MUNICIPAL FINANCING CORPORATION

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1959

REVENUE

Interest on loans to municipalities, cities, towns and villages	\$ 3,071,986.03
Interest on investments	227,309.50
Bank interest, net	4,308.98
Miscellaneous	24.50
	<u>\$ 3,303,719.41</u>

EXPENDITURE

Interest on debentures	\$ 2,931,046.87
Amortization of exchange on United States funds	77,215.41
Amortization of debenture discount	61,058.98
Debenture issue expense	33,227.74
Directors' fees and expenses	5,545.02
Administration expense	5,000.00
Printing, stationery and office supplies	1,225.77
	<u>\$ 3,114,319.79</u>

Surplus for the year ended December 31, 1959	\$ 189,399.62
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